

48113

69

T ~~CONFIDENTIAL~~ T

GENERAL

25X1

1. UN deliberations on Chinese aggression--The US delegation at the UN reports that most UN delegations are still in favor of giving Peiping a further chance at a peaceful settlement in Korea. There is increasing sentiment in favor of offering a new cease-fire proposal before proceeding with a resolution condemning the Chinese Communists for aggression and calling for collective measures by the UN. According to the UN delegation, most of the Latin American delegations are more willing than others to proceed with stronger action now, while some British Commonwealth and Western European delegations and a few of the Arab group are moving towards a willingness to condemn Communist China if it again rejects a cease-fire proposal.

EUROPE

25X1

2. TRIESTE: Views on Italo-Yugoslav agreement--US Political Adviser Unger in Trieste, in discussing the possibility of an Italo-Yugoslav agreement on the disposition of the Territory, expresses the view that military factors are still the key to any solution of the problem. According to Unger, the basic decision to be made is whether continued US-UK control of Trieste and the presence of Allied troops there outweigh the desirability of regularizing Italo-Yugoslav relations, removing a potential sore point, and relieving the US and UK of commitments there. Unger has the impression that neither Italy nor Yugoslavia wishes to alter the status quo, since both find the presence of Allied troops in Trieste advantageous, particularly in the face of the threat of war.

25X6

State Dept. review completed

- 1 -

006

THE C.I.A. HAS NO OBJECTION
TO THE DECLASSIFICATION OF
THIS DOCUMENT.

25X1

No. 3 APR 1979

T ~~CONFIDENTIAL~~ T

CONFIDENTIAL
TOP SECRET

FAR EAST

3. INDOCHINA: Bao Dai seen lacking determination--US Minister Heath in Saigon reports he was "more than usually" disappointed by his last conversation with Vietnam Emperor Bao Dai; although Bao Dai expressed intelligent understanding concerning the measures needed to strengthen his government, he gave no evidence of urgent determination and leadership to accomplish them. Heath acknowledges that Bao Dai is undoubtedly working on the formation of his army and consulting with a great many people, but he states that Bao Dai has no definite plan for coping with the deteriorating situation. Heath also noted that Bao Dai's interest and feeling for the settled parts of Vietnam is "quite distinct" from his attitude toward his own crown territories, in particular those in the southern high plateau. Heath brought away from his interview the "distinct impression" that Bao Dai is "toying" with the idea, in case the Viet Minh (with or without Chinese Communist support) takes over the arable regions of Vietnam, of continuing resistance in the southern plateau with tribesmen and his special mountain division.

25X1

- 2 -

CONFIDENTIAL
TOP SECRET